FD-302 (REV. 11-27-70)

**FEDERAL BUREAU OF INVESTIGATION**

Date of transcription 8/18/76

On August 10, 1976, WILLIAM DAVIS, Assistant Regional Administrator for Community Planning and Development, United States Department of Housing and Urban Development (HUD), 26 Federal Plaza, New York, New York, was contacted by Special Agent (SA) [redacted] [redacted] SA [redacted] advised DAVIS of his official identity and of the nature of the interview. Thereafter, DAVIS volunteered the following information: b6 b7C

The New York State (NYS) Urban Development Corporation (UDC) is an NYS chartered corporation which promotes construction of low income (rent subsidized) housing and a limited amount of commercial facilities.

The UDC is a "packager," that is, the UDC does not, itself, undertake construction, but rather selects a site for a construction project and retains a developer to coordinate and oversee actual construction.

HUD does not advance funds to the UDC as "up front" construction money for residential projects; rather, HUD subsidizes the rent payments of elderly and other low income persons who dwell in UDC sponsored projects. DAVIS continued to explain that a typical UDC sponsored housing project may be occupied by 70 percent middle (or upper) income persons who receive no rent subsidies, by 20 percent elderly (low income) persons who do benefit from the rent subsidies, and by 10 percent other low income persons who also benefit from rent subsidies. The above referenced rent subsidies are financed by HUD. DAVIS emphasized that these subsidies come after completion of construction of housing projects; no Federal funds are advanced for construction purposes.

HUD does, in some instances, purchase construction bonds of the UDC. These bonds relate solely to UDC sponsored commercial projects, which represent approximately 20 percent of the work undertaken by the UDC.

Interviewed on 8/10/76 at New York, New York File # NY ~~46-8477~~ 92-9075-2

by [redacted] SA [redacted] Date dictated 8/16/76 b6 b7C

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201 East 69th Street
New York, New York 10021

United States Attorney
Southern District of New York
1 St. Andrew's Plaza
New York, New York 10007

Attention: Assistant United States Attorney [redacted]

Re: Malcolm Wilson,
Former Governor,
New York State

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b7C

Dear Sir:

Enclosed for your information is a copy of an FD-302, dated August 10, 1976, reflecting an interview of William Davis, Assistant Regional Administrator For Community Planning and Development, United States Department of Housing and Urban Development (HUD), 26 Federal Plaza, New York, New York.

In response to your request for information concerning the New York State (NYS) Urban Development Corporation (UDC) during the term of former New York State Governor Malcom Wilson, the following data, obtained from Public Records is set forth for you:

The UDC is an NYS chartered corporation which promotes construction of low income (rent subsidized) housing and limited commercial facilities. The main offices of the NYS

Enclosures (1)

[redacted] Addressee
New York [redacted]

~~46-8497-2~~

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SEARCHED
SERIALIZED [redacted]
INDEXED
[redacted]

92-9075-3 [redacted]

UDC are located at 1345 Sixth Avenue, New York, New York.

The UDC is composed of nine Directors as follows:

The NYS Commissioner of Commerce.
The NYS Superintendent of Banks.
The NYS Superintendent of Insurance.
The NYS Director of the Office of Planning Services.
Five Directors appointed by the Governor with the advice and consent of the NYS Senate.

Compensation for appointed Directors is designated as $100.00 per diem, total yearly compensation not to exceed $5,000.00. The Governor shall designate one of his appointees as Chairman of the UDC. The Chairman also serves as Chairman of the Corporation For Urban Development and Research of New York and the Urban Development Guarantee Fund of New York.

The Governor appoints a Business Advisory Council to advise the corporation with respect to development of policies and programs, and to encourage maximum participation in projects of the corporation by the private sector of the economy, including members of the Council and firms and corporations with which they are affiliated.

The Council consists of not more than 25 members, serving at the pleasure of the Governor, who are representatives of commerce and industry, the financial community, and the construction and housing industries.

The corporation shall establish one or more Community Advisory Committees to consider and advise the corporation upon matters submitted to them by the corporation concerning the deveopment of any area or project. These members

Should you have any questions regarding the above material, please contact this office.

Very truly yours,

J. WALLACE LA PRADE
Assistant Director in Charge

During 1973-1974, the following persons served on the UDC Senior Staff at the UDC Central Office: b6 b7C

[redacted]
President and Chief Executive Officer

[redacted]
Executive Vice President

[redacted]
General Manager/Acting Director
New York City Region

[redacted]
General Council

[redacted]
Director of Finance and Treasurer

[redacted] b6 b7C
Director of Program Development

[redacted]
Director of Design Construction

[redacted]
Director of Economics and Housing Finance

[redacted]
Director of Housing Management and Regulation

[redacted]
Corporate Finance Officer and Assistant Treasurer

[redacted]
Affirmative Action Officer/General Manager
Harlem Urban Development Corporation

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[redacted]
Director of Fiscal Planning and Budget

[redacted]
Director of Commercial Development

[redacted]
Chief of Architecture/Chief of Architecture and Design, Roosevelt Island Development Corporation

[redacted]
Director of Real Estate Transactions

[redacted]
Director of Public Affairs

[redacted]
Director of Auditing

[redacted]
Director of Civic Development

[redacted]
Director of Industrial Development

[redacted]
Controller

[redacted]
Director of Commercial Market and Financial Evaluation

During calender year 1973 the following residential construction starts were undertaken:

New York City Region

Brooklyn [redacted] b6 b7C
Brooklyn/Schermerhorn-Pacific
Manhattan/East 106th Street and Fifth Avenue
Manhattan/UPACA, Site 7

Buffalo-Niagra Region

Autoubon-Area 2A
Hamburg/Creek Bend Heights
Wolsville/Hillside Homes

Rochester Region

Rochester/Ibero-American

Central New York Region

Lysander/First Stage

Southern Tier Region

Hornell/Maple Court
Elmira, Easter Gate Homes
Painted Post/Village Square Apartments

Southern Region

Haverstraw/Cosgrove Avenue
Middletown/Pilgram Woods

In addition to the above numerous non-residential construction starts were undertaken during calender year 1973.

of the Community Advisory Committees serve at the pleasure of the corporation.

During the period 1973-1974 the following persons served on the NYS UDC Board of Directors: b6 b7C

[redacted] until resigning on [redacted]

[redacted]

[redacted]

[redacted]

[redacted]

[redacted]
Commissioner of Commerce

[redacted]
Superintendent of Banks

[redacted]
Superintendent of Insurance

[redacted]
Director,
Office of Planning Services